103D CONGRESS 2D SESSION

S. 2077

To provide for waivers of the requirements of the Davis-Bacon Act with respect to certain Federal programs as such requirements relate to volunteers, and for other purposes.

IN THE SENATE OF THE UNITED STATES

MAY 4 (legislative day, MAY 2), 1994

Mr. Hatfield introduced the following bill; which was read twice and referred to the Committee on Labor and Human Resources

A BILL

To provide for waivers of the requirements of the Davis-Bacon Act with respect to certain Federal programs as such requirements relate to volunteers, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 **SECTION 1. SHORT TITLE.**
- 4 This Act may be cited as the "Community Improve-
- 5 ment Volunteer Act of 1994".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds that—

- 1 (1) the ethic of civic responsibility, the spirit of 2 community and the belief in volunteerism have all 3 been fundamental principles guiding this country's 4 evolution;
 - (2) Americans persist in their desire to affirm their sense of humanity, community, civic responsibility and shared values;
 - (3) volunteerism plays a vital role in helping the American people meet these mores;
 - (4) throughout the United States, there are pressing unmet public needs that will benefit and serve the local community or disadvantaged groups within the community (such as food banks, homeless shelters, parks, day care centers, youth centers, drug and alcohol abuse rehabilitation centers, libraries, and similar entities);
 - (5) expanding opportunities for volunteerism can assist a community in meeting many of these unmet public needs resulting in tangible benefits to society at little or no cost to the public;
 - (6) many Federal laws that authorize financial assistance for the construction of public buildings and public works require the application of the prevailing wage-setting provisions of the Act of March 3, 1931 (commonly known as the "Davis-Bacon"

- Act") (40 U.S.C. 276a et seq.) which sets minimum wages and fringe benefits which must be paid to various classes of laborers and mechanics who are employed on such projects;
 - (7) these prevailing wage-setting provisions of the Davis-Bacon Act protect the labor standards of working men and women in the locality where the federally-assisted project is to be constructed, significantly contribute to the achievement of a decent standard of living for local area working families, and contribute to safeguarding and providing employment opportunities for women and minorities in the construction industry;
 - (8) the prevailing wage-setting provisions of the Davis-Bacon Act create incentives for contractors and subcontractors seeking federally-assisted and insured contracts and subcontracts to establish and support apprenticeship programs which provide opportunities for women and minorities to receive training that enables them to become fully qualified laborers and mechanics in the construction industry; and
 - (9) in order to achieve these objectives, the prevailing wage-setting provisions of the Davis-Bacon Act have been uniformly applied to all laborers and

- 1 mechanics who performed work on federally-assisted
- 2 public building and public works projects regardless
- of their status as volunteers, unless an express ex-
- 4 ception is specifically provided for in a particular
- 5 Federal law under which the Federal funding is
- 6 authorized.

7 SEC. 3. PURPOSE.

- 8 It is the purpose of this Act to promote and provide
- 9 more opportunities for people who wish to volunteer their
- 10 services in the construction, repair or alteration, including
- 11 painting and decorating, of public buildings and public
- 12 works funded, in whole or in part, with Federal financial
- 13 assistance authorized under certain Federal programs that
- 14 might not otherwise be possible without the use of volun-
- 15 teers, by waiving the application of the otherwise applica-
- 16 ble prevailing wage-setting provisions of the Act of March
- 17 3, 1931 (commonly known as the "Davis-Bacon Act") (40
- 18 U.S.C. 276a et seq.) to such volunteers.

19 **SEC. 4. WAIVER.**

- 20 (a) IN GENERAL.—The requirement that certain la-
- 21 borers and mechanics be paid in accordance with the
- 22 wage-setting provisions of the Act of March 3, 1931 (com-
- 23 monly known as the "Davis-Bacon Act") (40 U.S.C. 276a
- 24 et seq.) as set forth in any of the Acts or provisions de-
- 25 scribed in subsection (d), and the provisions relating to

wages, in any federally assisted or insured contract or subcontract for construction, shall not apply to any individual— 3 4 (1) who volunteers— (A) to perform a service for a public or private entity for civic, charitable, or humani-6 7 tarian reasons, without promise, expectation or receipt of compensation for services rendered 8 9 other than expenses, reasonable benefits, or a nominal fee (as defined in subsection (b)), but 10 11 solely for the personal purpose or pleasure of 12 the individual; and (B) to provide such services freely and 13 14 without pressure or coercion, direct or implied, 15 from an employer; (2) whose contribution of service is not for the 16 17 benefit of any contractor otherwise performing or 18 seeking to perform work on the same project; and 19 (3) who is not otherwise employed at any time 20 under the federally assisted or insured contract or subcontract involved for construction with respect to 21 22 the project for which the individual is volunteering. 23 (b) Expenses.—Payments of expenses, reasonable benefits, or a nominal fee may be provided to volunteers

described in subsection (a) if the Secretary of Labor deter-

- 1 mines, after an examination of the total amount of pay-
- 2 ments made (expenses, benefits, fees) in the context of the
- 3 economic realities of the specific federally assisted or in-
- 4 sured project, that such payments are appropriate. Sub-
- 5 ject to such a determination—
- 6 (1) a payment for an expense may be received
- by a volunteer for items such as uniform allowances,
- 8 protective gear and clothing, reimbursement for ap-
- 9 proximate out-of-pocket expenses, or for the cost or
- 10 expense of meals and transportation;
- 11 (2) a reasonable benefit may include the inclu-
- sion of a volunteer in a group insurance plan (such
- as a liability, health, life, disability, or worker's com-
- pensation plan) or pension plan or the awarding of
- a length of service award; and
- 16 (3) a nominal fee may not be used as a sub-
- stitute for compensation and must not be tied to
- 18 productivity.
- 19 The decision as to what constitutes a nominal fee for pur-
- 20 poses of paragraph (3) shall be made on a case-by-case
- 21 basis and in the context of the economic realities of the
- 22 situation involved.
- 23 (c) Economic Reality.—For purposes of subsection
- 24 (b), in determining whether an expense, benefit or fee de-
- 25 scribed in such subsection may be paid to volunteers in

the context of the economic realities of the particular situation, the Secretary of Labor shall not approve any such expense, benefit or fee which has the effect of undermining labor standards by creating downward pressure on prevailing wages in the local construction industry. (d) CONTRACTS EXEMPTED.—For purposes of sub-6 section (a), the Acts or provisions described in this subsection are the following: 8 (1) The Library Services and Construction Act. 9 10 (2) The Indian Self-Determination and Edu-11 cation Assistance Act. 12 (3) Section 329 of the Public Health Service Act (42 U.S.C. 254b). 13 (4) Section 330 of the Public Health Service 14 Act (42 U.S.C. 254c). 15 SEC. 5. REPORT. 16 17 Not later than December 31, 1997, the Secretary of Labor shall prepare and submit to the appropriate com-18 mittees of Congress a report that— 19 20 (1) identifies and assesses, to the maximum extent practicable— 21 22 (A) the projects for which volunteers were

permitted to work under this Act; and

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| 1 | (B) the number of volunteers permitted to |
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| 2 | work because of the compliance of entities with |
| 3 | the provisions of this Act; and |
| 4 | (2) contains recommendations with respect to |
| 5 | other Davis-Bacon-related Acts that could be ad- |
| 6 | dressed to permit volunteer work. |

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